

Brigade Command Policy #04-05

AFZN-BA-L

17 DEC 04

MEMORANDUM FOR 1st Brigade, 1st Infantry Division (Mech)

SUBJECT: Brigade Commander's Controlled Exchange Policy

1. References: AR 738-750, Maintenance Management, 1 August 1994

2. Purpose. To ensure that controlled exchange of serviceable components from unserviceable end items will not adversely affect operational readiness rates and economic efficiency within the BCT.

3. Duties and responsibilities: The Brigade Commander, Battalion Commanders, and Brigade / Battalion Executive Officers, SPO, and BDE S-4 are responsible for providing oversight of the personnel and practices employed to manage controlled exchange.

4. At a minimum, AR 750-1 describes the policies pertaining to controlled exchange. Controlled exchange is the removal of serviceable components from unserviceable economically reparable end items for immediate reuse in restoring like item or weapon system to an FMC condition. The unserviceable component must be used to replace the serviceable component or retained with the end item that provided the serviceable component.

a. Controlled exchange is authorized only when-

- 1) Required components are not available from the supply system before the RDD.
- 2) A valid requisition is submitted to replace the unserviceable item.
- 3) The maintenance effort required to restore all of the unserviceable reparable materiel involved to a mission capable condition is within the MAC authorization and capability of the unit performing the exchange.
- 4) The end item or weapon system from which the serviceable component is removed is classified not mission capable supply (NMCS).
- 5) The end item or weapon system will not be degraded to an uneconomically reparable condition.
- 6) The end item or weapon system which the serviceable component was removed is protected from further degradation.
- 7) The unserviceable component is tagged and installed on, or retained with, the end item or weapon system from which the serviceable like item was removed. In addition, the removal of the component must be recorded on a DA Form 2407 or DA Form 2404 for the end item or weapon system. This is to retain identity and integrity of the reparable end item or weapon system.
- 8) The organization performing the controlled exchange takes prompt action to restore the unserviceable materiel to an FMC condition.

b. When the controlled exchange satisfies a requirement already in the Army supply system, that requisition will be canceled or used to restore the unserviceable end item or weapon system to FMC.

c. Controlled exchange by using units is authorized only when-

AFZN-BA-L

SUBJECT: Brigade Commander's Controlled Exchange

1) All of the unserviceable reparable materiel involved is owned or under the control of the organization performing the controlled exchange.

2) It is the only means reasonably available to eliminate an adverse effect on operational readiness of the unit, organization, or activity performing the controlled exchange.

3) Approved by the commander of the organization performing the controlled exchange.

d. Controlled exchange is not authorized when the materiel involved in an accident has not been formally released by the investigating officer.

e. Controlled exchange is not authorized on ORF assets.

5. In addition to the policies outlined in AR 750-1, 1 BCT units will adhere to the following:

a. Controlled exchange is authorized by battalion commanders, however, BCT XO must be informed.

b. Controlled exchange is limited to pacing items only.

c. Controlled exchange is limited to three components per end item or weapon system.

d. Controlled exchange must not require more than 2 man-hours to complete.

e. Controlled exchange is not authorized on M1A1 FUPP's.

f. Units must track all controlled exchanges internally and submit statuses to BCT S-4 and SPO on a daily basis. This status tracking system should include, at a minimum, the following:

1) Part Nomenclature

2) Part NIIN

3) Unit price

4) End item noun

5) End item serial number / bumper number parts taken from and installed on.

6) ESD of parts

7) Current status of part

6. The BCT XO is the approving authority for exceptions to this policy

7. Maintain this policy letter at all levels.

8. "Devil Brigade!"

//original signed//
BART HOWARD
COL, AR
Commanding